

HEALTH SERVICES AND DEVELOPMENT AGENCY

COMMUNIQUE

MONTHLY PUBLICATION OF HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson Building, 9th Floor

502 Deaderick Street

Nashville, TN 37243

615.741.2364

MAY 2014

For Meeting verification/change or agenda information, please call the Agency Office
or check our website at www.tn.gov/hsda

HEALTH SERVICES AND DEVELOPMENT AGENCY

Chair.....D. Lynn Johnson
Vice-Chair.....James Wright
Executive Director.....Melanie Hill
General Counsel.....James Christoffersen

Tennessee Department of Health, Division of Policy, Planning and Assessment.....615/741-1954

**Tennessee Department of Mental Health and Substance Abuse Services,
Office of General Counsel...615/532-6520 or Main Office.....615/532-6500**

**Tennessee Department of Intellectual and Development Disabilities,
Office of General Counsel...615/253-8731 or Main Office....615/532-6530 or 800-535-9725**

CALENDAR

The Health Services and Development Agency will be closed on the following days:

2014

Wednesday, January 1—New Year's Day
Monday, January 20—Martin Luther King Day
Monday, February 17—Presidents' Day
Friday, April 18—Good Friday
Monday, May 26—Memorial Day
Friday, July 4—Independence Day
Monday, September 1—Labor Day

*Monday, October 13—Columbus Day
Tuesday, November 11—Veterans' Day
Thursday, November 27—Thanksgiving Day
*Friday, November 28—*substituted* for Columbus Day
Wednesday, December 24—Christmas Eve
Thursday, December 25—Christmas
Wednesday, December 31—New Year's Eve

*** Monday, October 13 – Columbus Day “*substituted for the day after Thanksgiving at the Governor's discretion.*”**

2014 REVIEW CYCLE

2014 Cycle Month	Publication Dates—Letter of Intent	Application Due Date	HSDA Meeting Dates	*End of Appeal Period
January	12/01/2013-12/10/2013	5 days after Publication	03/26/2014	04/10/2014
February	01/01/2014-01/10/2014	“	04/23/2014	05/08/2014
March	02/01/2014-02/10/2014	“	05/28/2014	06/12/2014
April	03/01/2014-03/10/2014	“	06/25/2014	07/10/2014
May	04/01/2014-04/10/2014	“	07/23/2014	08/07/2014
June	05/01/2014-05/10/2014	“	08/27/2014	09/11/2014
July	06/01/2014-06/10/2014	“	09/24/2014	10/09/2014
August	07/01/2014-07/10/2014	“	10/22/2014	11/06/2014
September	08/01/2014-08/10/2014	“	11/19/2014	12/04/2014
October	09/01/2014-9/10/2014	“	12/17/2014	01/01/2015
November	10/01/2014-10/10/2014	“	01/28/2015	02/12/2015
December	11/01/2014-11/10/2014	“	02/25/2015	03/12/2015

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the preceding business day.

*Appeal deadline is 15 days after meeting date.

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, 9th FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, NINTH FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at
8:30 a.m. CDT/CST
At the following locations:

May – December

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

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* Meeting locations are subject to change
** All meetings of the Health Services and Development Agency are
posted on the Agency's website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 15 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.

RESULTS OF APPLICATIONS HEARD AT THE APRIL MEETING

Crestwyn Behavioral Health
Unaddressed site at the intersection of
Crestwyn Hills Drive and Winchester Road
Germantown (Shelby County), TN 38138
CN1310-040
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

DEFERRED FROM FEBRUARY
DEFERRED FROM MARCH

APPROVED

CONDITION: Delicensure of 60 psychiatric beds: 20 from
Delta Medical Center and 40 from Saint Francis Hospital.

The establishment of a 60 bed joint venture mental health psychiatric hospital located on an unaddressed tract of land on the east side of Crestwyn Hills Drive, approximately 0.2 miles south of the intersection of Crestwyn Hills Drive and Winchester Road in Germantown. The beds will be designated in the following manner: 15 beds will be dedicated to psychiatric care for adolescents, 30 for adults of all ages, and 15 for adult chemical dependency care. The joint venture partners include Acadia Healthcare, Delta Medical Center, and Saint Francis Hospital. If approved, a total of 60 existing psychiatric beds will be de-licensed by Delta Medical Center (20) and Saint Francis Hospital (40). The estimated project cost is \$26,875,862.00.

Ave Maria Home
2805 & 2840 Charles Bryan Road
Bartlett (Shelby County), TN 38134
CN1312-048
Contact Person: Frank J. Gattuso, Jr., Executive Director
Phone: 901/386-3211

APPROVED - Addition of 25* beds.

*Please note that only 25 beds were available from the 2013-2014 Nursing Home Bed Pool. The approval of the 25 beds increased the facility's licensed bed count to 100 beds.

The replacement of 35 of the existing 75 nursing home beds and the addition of 30* new Medicare skilled beds. All of the replacement and new beds will be housed in 6 newly constructed Green House Homes at 2805 and 2840 Charles Bryan Road in Bartlett. If approved, all 105* nursing home beds will be housed in Green House Homes. The estimated project cost is \$7,999,960.00.

* These beds are subject to the 2013-2014 Nursing Home Bed Pool.

SBH-Kingsport, LLC
Unaddressed site at the end of Executive Park Boulevard
and East Stone Drive
Kingsport (Sullivan County), TN 37660
CN1312-050
Contact Person: Mike Garone, Director of Development
Phone: 901-969-3100

DEFERRED TO THE JUNE MEETING

The establishment of a 72 bed mental health hospital located at unaddressed site at the end of Executive Park Boulevard in Kingsport. The beds will be designated in the following manner: 18 adult beds, 16 geropsychiatric beds, 28 child and adolescent beds, and 10 chemical dependency beds. The estimated project cost is \$11,717,915.00.

Saint Thomas Midtown Hospital
2000 Church Street
Nashville (Davidson County), TN 37236
CN1401-001
Contact Person: Barbara Houchin, Executive Director
Phone: 615/284-6849

APPROVED

The renovation of surgical suites, patient care areas, and support space for the realignment and consolidation of total joint replacement services at Saint Thomas Midtown Hospital (formerly known as Baptist Hospital) located at 2000 Church Street in Nashville. The estimated project cost is \$25,832,609.00.

East Tennessee Children's Hospital
2018 Clinch Avenue
Knoxville (Knox County), TN 37916
CN1401-002
Contact Person: Kim H. Looney, Esq.
Phone: 615/850-8722

APPROVED

The renovation of the existing hospital and construction of new space that will expand the NICU, Neonatal Abstinence Syndrome Unit, Perioperative Services and Specialty Clinic located on the hospital's campus at 2018 Clinch Avenue in Knoxville. The estimated project cost is \$75,302,000.00.

APPLICATIONS TO BE HEARD AT THE MAY MEETING

Summit Medical Center
5655 Frist Boulevard
Hermitage (Davidson County), TN 37076
CN1402-004
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

The addition of 8 medical surgical beds which will increase the hospital's licensed bed complement from 188 to 196. The new beds will be located in renovated space on the 7th floor which currently houses the Sleep Lab. The estimated project cost is \$1,812,402.00.

Southern Tennessee Regional Health System–Winchester
(f.k.a. Southern Tennessee Medical Center)
185 Hospital Road
Winchester (Franklin County), TN 37398
CN1402-005
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

The initiation of mobile Positron Emission Tomography (PET) services one half-day per week at the main hospital campus. The estimated project cost is \$834,135.00.

GENERAL COUNSEL'S REPORT

Morristown-Hamblen Hospital
908 West Fourth North Street
Morristown (Hamblen County), TN 37814
CN1009-040A
Contact Person: Dan H. Elrod, Esq.
Phone: 615-651-6702

Request for a six (6) month extension of the expiration date from August 1, 2014 to February 1, 2015. The project was unanimously approved on December 15, 2010 for the acquisition of a stationary (fixed) positron emission tomography/computerized tomography (PET/CT) unit to replace and upgrade the existing mobile PET/CT equipment with an expiration date of February 1, 2014. A six month extension was approved on December 18, 2013 which extended the expiration date to August 1, 2014. The estimated project cost is \$4,695,707.00.

Memphis Gastroenterology Endoscopy Center East
8000 Wolf River Boulevard, Suite 200
Germantown (Shelby County), TN 38138
CN0406-059A
Contact Person: Dan H. Elrod, Esq.
Phone: 615-651-6702

Request for modification of a condition due to a merger of one of the physician groups authorized to use the facility. The condition currently limits the ambulatory surgical treatment center to the patients of Memphis Gastroenterology Group, P.C. (MGG) and UT Medical Group. The modification is requested due to the merger of MGG and Gastroenterology Center of the Mid-South, P.C., d/b/a Gastro One (GO) which will be effective July 1, 2014. Under the terms of the merger the assets and liabilities of MGG related to the facility will be transferred to a wholly-owned subsidiary of GO. The modified condition would read "Limited to the endoscopy outpatients of Gastroenterology Center of the Mid-South, P.C., d/b/a Gastro One and UT Medical Group." The original project was approved by unanimous vote on August 25, 2004 with a project cost of \$4,794,559.00.

APPLICATIONS TO BE HEARD AT THE JUNE MEETING

*The Health Center of Hermitage
4214 Central Pike
Hermitage (Davidson County), TN 37076
CN1404-011
Contact Person: Bruce K. Duncan, Assistant
Vice President
Phone: 615-890-2020

Consent Calendar

The change of site/relocation of the 90* bed, Medicare certified nursing home approved (but unimplemented CN1306-022A) at the October 23, 2013 Agency meeting. The proposed re-location is from the original, unaddressed 13 acre site at Bell Road near Woodland Point Road and Couchville Pike in Nashville (Davidson County), Tennessee to a new site containing approximately 14.02 acres at 4214 Central Pike, Hermitage (Davidson County), Tennessee, a distance of approximately 5 miles. There is no change in the proposed bed complement and plans to seek Medicare certification. The estimated project cost is \$19,241,697.00.

* These beds are not subject to the 2013-2014 Nursing Home Bed Pool.

SBH-Kingsport, LLC
Unaddressed site at the end of Executive Park Boulevard
and East Stone Drive
Kingsport (Sullivan County), TN 37660
CN1312-050
Contact Person: Mike Garone, Director of Development
Phone: 901-969-3100

The establishment of a 72 bed mental health hospital located at unaddressed site at the end of Executive Park Boulevard in Kingsport. The beds will be designated in the following manner: 18 adult beds, 16 geropsychiatric beds, 28 child and adolescent beds, and 10 chemical dependency beds. The estimated project cost is \$11,717,915.00.

DEFERRED FROM THE APRIL MEETING

Wharton Nursing Home
878 W. Main Street
Pleasant Hill (Cumberland County), TN 38578
CN1403-006
Contact Person: Al Griffin, Director of
Financial Services
Phone: 931-277-3518

The relocation of 31* of 62 existing, dually certified nursing home beds from an existing building at 878-880 W. Main Street, Pleasant Hill, Tennessee on the campus of Uplands Village, a 501(c) (3) continuing care retirement community, to an adjacent building on the campus at 55 West Lake Road. If approved, the 62 licensed nursing home beds will be operated in the two buildings under Wharton Nursing Home's current license, #0000000028. The estimated project cost is \$5,100,000.00.

* These beds are not subject to the 2013-2014 Nursing Home Bed Pool.

Dyersburg Regional Medical Center
400 Tickle Street
Dyersburg (Dyer County), TN 38024
CN1403-007
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-782-2228

The expansion of cardiac catheterization services, currently limited to diagnostic procedures, to include interventional (therapeutic) cardiac catheterization procedures at Dyersburg Regional Medical Center (DRMC), Dyersburg (Dyer County), Tennessee. The estimated project cost is \$367,763.00.

(Continued on the Next Page)

APPLICATIONS TO BE HEARD AT THE JUNE MEETING

West Tennessee Imaging d/b/a Outpatient
Diagnostic Center of Memphis
7600 Wolf River Blvd.
Memphis (Shelby County), TN 38138
CN1403-008
Contact Person: Perry Baker, CFO
Phone: 615-550-6044

The establishment of an Outpatient Diagnostic Center (ODC), the acquisition of magnetic resonance imaging (MRI) equipment and the initiation of MRI services by relocating Outpatient Diagnostic Center of Memphis, an existing ODC with MRI service, from 5130 Stage Road, Memphis, TN to a new facility in approximately 8,258 square feet of new construction of an existing two-story building at 7600 Wolf River Boulevard, Memphis (Shelby County), TN 38120, a distance of approximately ten (10) miles. The ODC will be managed by Outpatient Imaging Affiliates, LLC (OIA), a Tennessee limited liability corporation formed in June 1999 that operates the existing ODC at 5130 Stage Road in Memphis, TN. Upon licensing of the proposed ODC, OIA will relinquish the license for the Outpatient Diagnostic Center of Memphis and cease MRI services at that location. The estimated project cost is \$10,123,989.00.

APPLICATIONS TO BE HEARD AT THE JULY MEETING

Starr Regional Medical Center--Etowah
886 Highway 411 North
Etowah (McMinn County), TN 37331
CN1404-009
Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

The expansion of the hospital's existing ten (10) bed geriatric psychiatric unit to fourteen (14) beds. The expansion of the geriatric psychiatric unit will be accomplished without increasing the total bed complement of the Etowah satellite (72) by redistributing 4 acute care beds (medical-surgical) to the geriatric psychiatric classification. This reclassification will not impact the total beds physically located at the main campus in Athens (118) or the total licensed beds for both sites (190). The estimated project cost is \$1,282,050.00.

Christian Care Center of Bristol
2830 Highway 394
Bristol (Sullivan County), TN 37620
CN1404-012
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-782-2228

The relocation and replacement of a 120* bed nursing home from 261 North Street, Bristol (Sullivan County) to 2830 Highway 394, Bristol (Sullivan County), Tennessee. The estimated project cost is \$11,953,747.00.

* These beds are not subject to the 2013-2014 Nursing Home Bed Pool.

APPEALS OF AGENCY DECISIONS

<u>FACILITY</u>	<u>DOCKET #</u>	<u>DESCRIPTION</u>	<u>MEETING DATE</u>
Baptist Memorial Hospital-Huntingdon Huntingdon, Carroll County CN1205-021A	25.00-118927J	Appeal of Approval of CON	9/26/2012
Community Hospices of America-Tennessee, LLC d/b/a Hospice Compassus - The Highland Rim Tullahoma, Coffee County CN1307-023D	'TBA'	Appeal of Denial of CON	3/26/2014
East Tennessee Radiation Therapy Services Knoxville, Knox County CN1108-030ADA	25.00-115208J	Appeal of Approval of CON	12/14/2011
HealthSouth Rehabilitation Hospital of Williamson County Franklin, Williamson County CN1012-059A	25.00-111868J	Appeal of Approval of CON	3/23/2011
Medical Care, PLLC Elizabethton, Carter County CN1303-006D	25.00-122463J	Appeal of Denial of CON	7/24/2013
Middle Tennessee Rehabilitation Hospital, LLC Franklin, Williamson County CN1012-055D	25.00-111868J	Appeal of Denial of CON	3/23/2011
Tri-Cities Holdings LLC d/b/a Trex Treatment Center Johnson City, Washington County CN1303-005D	25.00-122076J	Appeal of Denial of CON	6/26/2013

NOTES:

HEALTH SERVICES AND DEVELOPMENT AGENCY MEMBERS

D. Lynn Johnson
(Consumer, Speaker of the House)

Charlotte C. Burns
(Hospital)

Claudia H. Byrd
(Consumer, Speaker of the Senate)

Robert Doolittle
(Consumer, Governor)

Barrett G. Haik, M.D.
(Physician)

Thom Mills
(Home Care)

Mark Flora, M.D.
(Ambulatory Surgical Treatment
Centers)

James L. Wright
(Nursing Home)

Keith Gaither, Designee
for Director of TennCare
Darin J. Gordon

Elisha Hodge, Designee
for Comptroller
Justin Wilson

Lisa Jordan, Designee
for Commerce & Insurance
Commissioner